## ONE HUNDRED FIRST LEGISLATURE

## SECOND SESSION

## LEGISLATIVE RESOLUTION 296CA

## PROPOSED CONSTITUTIONAL AMENDMENT

Introduced by Karpisek, 32.

Read first time January 19, 2010

Committee: General Affairs

- 1 THE MEMBERS OF THE ONE HUNDRED FIRST LEGISLATURE OF
- 2 NEBRASKA, SECOND SESSION, RESOLVE THAT:
- 3 Section 1. At the general election in November 2010 the
- 4 following proposed amendment to the Constitution of Nebraska shall
- 5 be submitted to the electors of the State of Nebraska for approval
- 6 or rejection:
- 7 To amend Article III, section 24:
- 8 III-24 (1) Except as provided in this section, the
- 9 Legislature shall not authorize any game of chance or any
- 10 lottery or gift enterprise when the consideration for a chance
- 11 to participate involves the payment of money for the purchase of
- 12 property, services, or a chance or admission ticket or requires an
- 13 expenditure of substantial effort or time.
- 14 (2) The Legislature may authorize and regulate a state
- 15 lottery pursuant to subsection (3) of this section and other
- 16 lotteries, raffles, charitable poker, and gift enterprises which

1 are intended solely as business promotions or the proceeds of

- 2 which are to be used solely for charitable or community betterment
- 3 purposes without profit to the promoter of such lotteries, raffles,
- 4 charitable poker, or gift enterprises.
- 5 (3)(a) The Legislature may establish a lottery to be
- 6 operated and regulated by the State of Nebraska. The proceeds of
- 7 the lottery shall be appropriated by the Legislature for the costs
- 8 of establishing and maintaining the lottery and for the following
- 9 purposes, as directed by the Legislature:
- 10 (i) The first five hundred thousand dollars after the
- 11 payment of prizes and operating expenses shall be transferred to
- 12 the Compulsive Gamblers Assistance Fund;
- 13 (ii) Forty-four and one-half percent of the money
- 14 remaining after the payment of prizes and operating expenses and
- 15 the initial transfer to the Compulsive Gamblers Assistance Fund
- 16 shall be transferred to the Nebraska Environmental Trust Fund to be
- 17 used as provided in the Nebraska Environmental Trust Act;
- 18 (iii) Forty-four and one-half percent of the money
- 19 remaining after the payment of prizes and operating expenses
- 20 and the initial transfer to the Compulsive Gamblers Assistance Fund
- 21 shall be used for education as the Legislature may direct;
- 22 (iv) Ten percent of the money remaining after the payment
- 23 of prizes and operating expenses and the initial transfer to
- 24 the Compulsive Gamblers Assistance Fund shall be transferred to
- 25 the Nebraska State Fair Board if the most populous city within

1 the county in which the fair is located provides matching funds

- 2 equivalent to ten percent of the funds available for transfer. Such
- 3 matching funds may be obtained from the city and any other private
- 4 or public entity, except that no portion of such matching funds
- 5 shall be provided by the state. If the Nebraska State Fair ceases
- 6 operations, ten percent of the money remaining after the payment
- 7 of prizes and operating expenses and the initial transfer to the
- 8 Compulsive Gamblers Assistance Fund shall be transferred to the
- 9 General Fund; and
- 10 (v) One percent of the money remaining after the payment
- 11 of prizes and operating expenses and the initial transfer to the
- 12 Compulsive Gamblers Assistance Fund shall be transferred to the
- 13 Compulsive Gamblers Assistance Fund.
- 14 (b) No lottery game shall be conducted as part of the
- 15 lottery unless the type of game has been approved by a majority of
- 16 the members of the Legislature.
- 17 (4) Nothing in this section shall be construed to
- 18 prohibit (a) the enactment of laws providing for the licensing
- 19 and regulation of wagering on the results of horseraces, wherever
- 20 run, either within or outside of the state, by the parimutuel
- 21 method, when such wagering is conducted by licensees within a
- 22 licensed racetrack enclosure or (b) the enactment of laws providing
- 23 for the licensing and regulation of bingo games conducted by
- 24 nonprofit associations which have been in existence for a period
- 25 of five years immediately preceding the application for license,

except that bingo games cannot be conducted by agents or lessees of

- 2 such associations on a percentage basis.
- 3 Sec. 2. The proposed amendment shall be submitted to the
- 4 electors in the manner prescribed by the Constitution of Nebraska,
- 5 Article XVI, section 1, with the following ballot language:
- 6 A constitutional amendment to permit the Legislature to
- 7 authorize and regulate charitable poker.
- 8 For
- 9 Against.